

CORRECTED FISCAL NOTE

SB 940 - HB 1305

April 3, 2003

SUMMARY OF BILL: Currently, if a municipality constructs a new stadium for a new minor league affiliate of a major league baseball team, certain sales tax collections that occur in conjunction with minor league baseball games are allocated to the local sports authority for the purpose of the retirement of debt incurred due to the construction the stadium. This bill would apply these same provisions if the construction were to occur on behalf of an existing, rather than new, minor league affiliate.

ESTIMATED FISCAL IMPACT:

On March 28, we issued a fiscal note on this bill indicating an impact of *Decrease State Revenues - Exceeds \$185,000 and Decrease Local Govt. Revenues - exceeds \$60,000*. Based upon further review of the language of the bill, the fiscal impact is estimated to be as follows:

Other Fiscal Impact - To the extent that a new stadium were built for an existing franchise and the sports authority received the sales tax credit as a result of the bill, there would be a decrease in state revenues estimated to exceed \$185,000.

To the extent the new stadium is built, that would not be built in the absence of the bill, the state would realize a one-time increase in state revenues estimated to exceed \$1,000,000 and the local government would realize a one-time increase estimated to exceed \$300,000 from sales taxes paid on construction materials for the stadium.

For information purposes, it should be noted that under current law if a new stadium were built for an existing franchise in an adjoining county, it would be eligible for the tax credit. Tax credits can be received for up to 30 years to retire debt incurred to construct such stadiums.

CERTIFICATION:

This is to duly certify that the information contained herein is true and correct to the best of my knowledge.



James A. Davenport, Executive Director

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